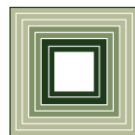


# North Carolina General Assembly Budget Overview

**Joint Appropriations Subcommittee on General Government**

**February 20, 2013**



**FISCAL RESEARCH DIVISION**  
A Staff Agency of the North Carolina General Assembly

# North Carolina General Assembly Outline

- Authorizing Laws
- Budget Requirements
- Organizational Chart
- Division Services
- Food Services
- Contracts
- Recent Legislative Actions

# North Carolina General Assembly

- Article II of the Constitution of North Carolina
- General Statutes, Chapter 120
- Mission -

Enact general and local laws promoting the best  
interests of the State and the people of  
North Carolina.

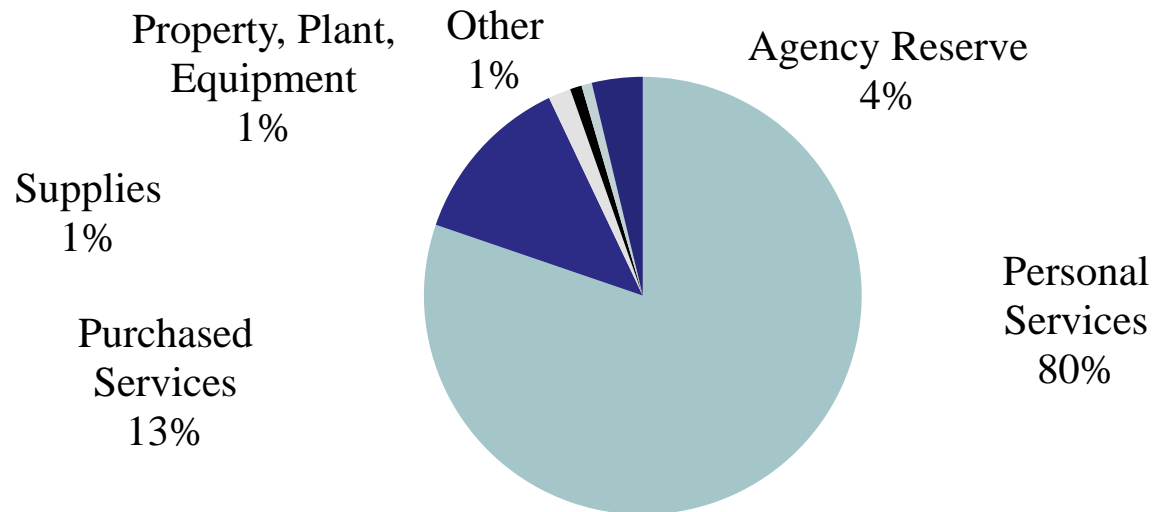
# North Carolina General Assembly

	FY 2010-11 Actual Budget	FY 2011-12 Actual Budget	FY 2012-13 Certified Budget	FY 2013-14 Recommended Continuation Budget	FY 2014-15 Recommended Continuation Budget
Requirements	\$66,234,537	\$67,915,278	\$55,074,302	\$53,908,445	\$54,062,045
Receipts	\$13,543,306	\$13,880,209	\$1,547,857	\$1,063,055	\$1,216,655
Appropriation	\$52,691,231	\$54,035,069	\$53,526,445	\$52,845,390	\$52,845,390
FTEs	335	366	318.85	318.85	318.85

\*\*\*Most receipts are from food service sales; some receipts are transfers from the General Assembly's prior year's appropriation which by statute may be transferred to a reserve account and do not revert. \*\*\*Total positions during FY 2012-13 = 362 FTEs.

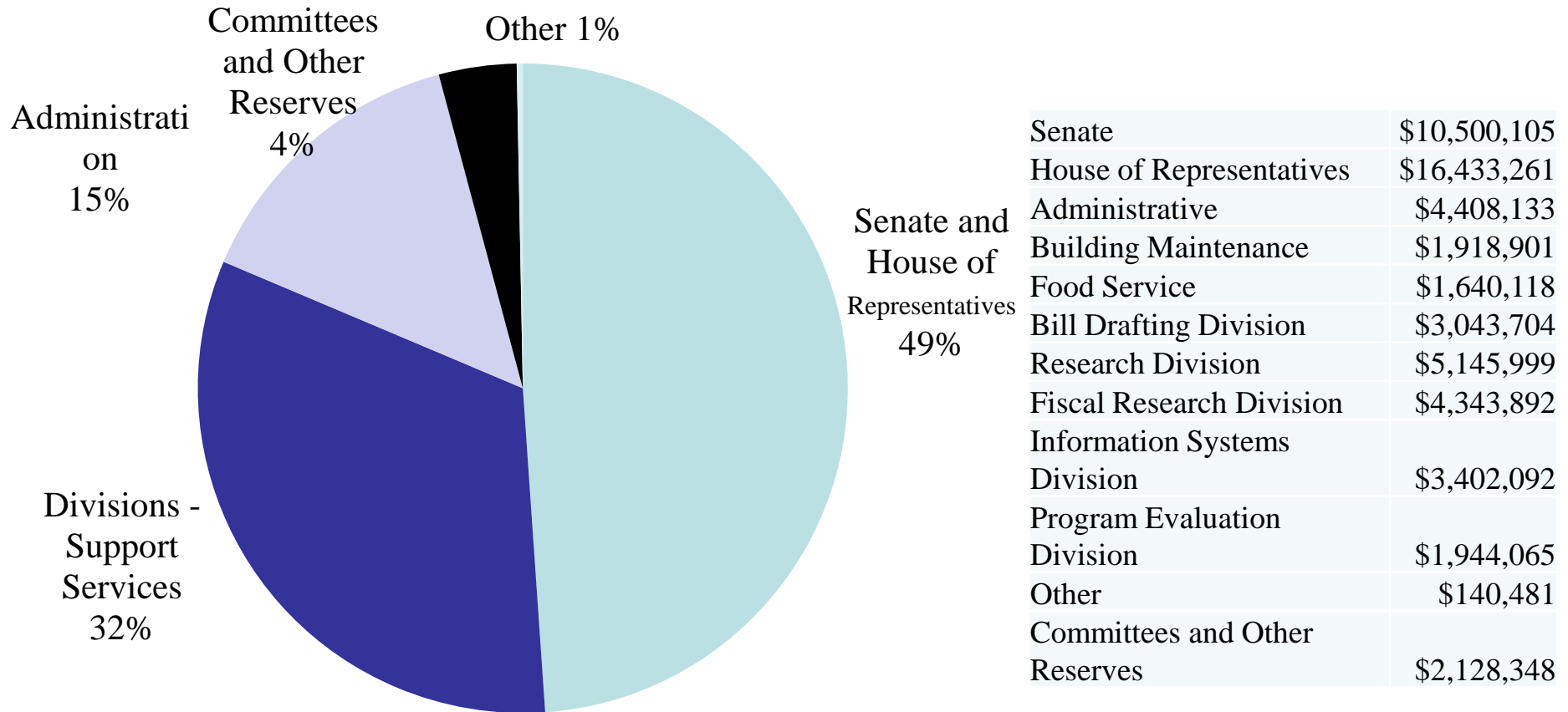
# North Carolina General Assembly

## FY 2012-13 Authorized Budget



Personal Services	\$46,047,073
Purchased Services	\$7,291,830
Supplies	\$952,136
Property, Plant, Equipment	\$496,271
Other Expenses	\$441,431
Agency Reserve	\$2,152,314

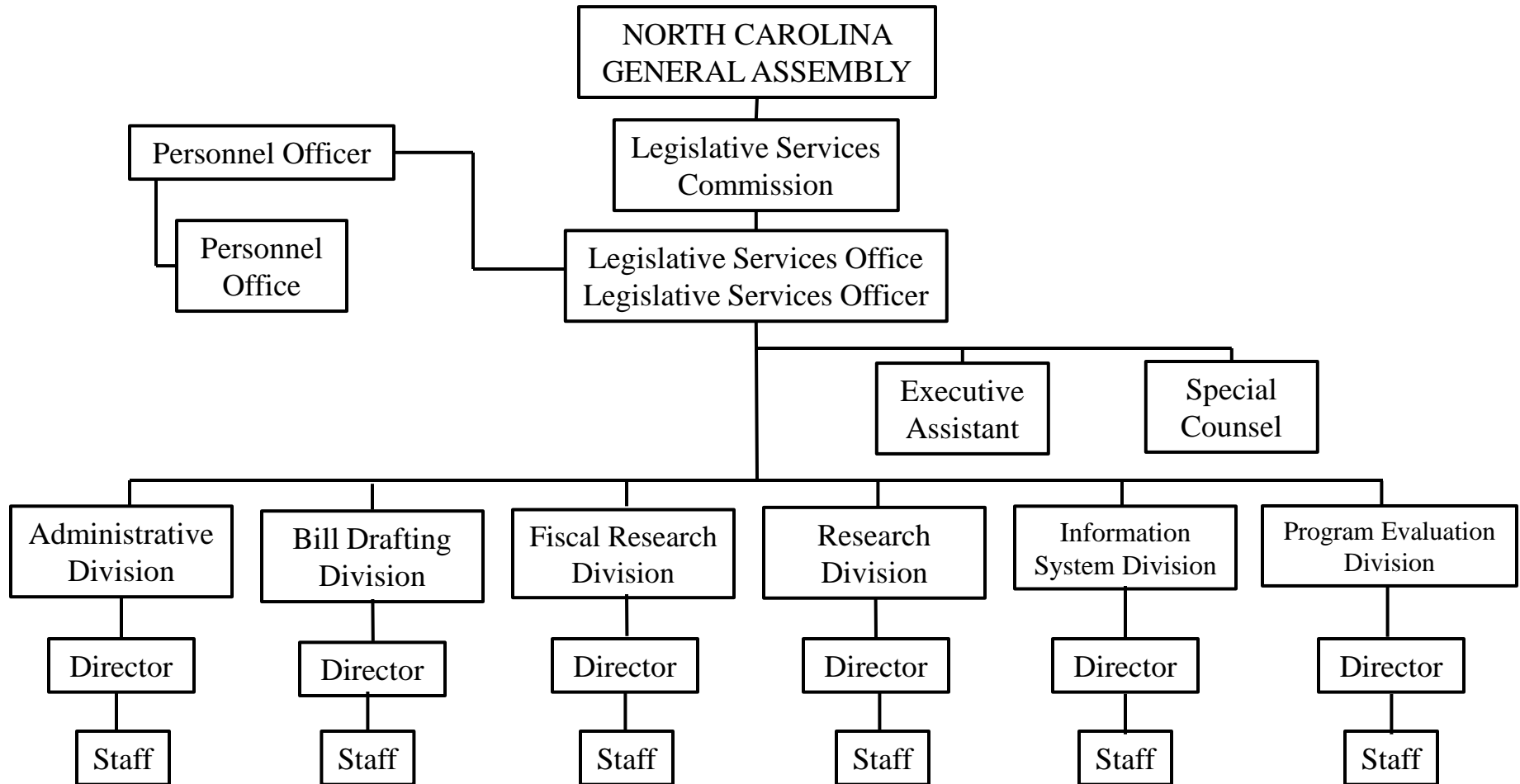
# North Carolina General Assembly FY 2012-13 Certified Budget



# North Carolina General Assembly Legislative Services Commission

- Authority: G.S. 120-31
- Management Authority for the North Carolina General Assembly
  - President Pro Tempore of the Senate and 4 appointed Senators
  - Speaker of the House of Representatives and 4 appointed Representatives
- Legislative Services Officer is appointed by the Commission

# North Carolina General Assembly Organizational Chart





# North Carolina General Assembly

## Administrative Division

### Administrative Division

Financial Services

Security Services

Printing Services

	FY 2012-13 Certified Budget
Requirements	\$4,408,133
Receipts	\$8,000
Appropriation	\$4,400,133
FTEs	41

### Facility Services

#### Maintenance

Housekeeping

Building Engineers

Landscaping

Mail Room

	FY 2012-13 Certified Budget
Requirements	\$1,918,901
Receipts	\$0
Appropriation	\$1,918,901
FTEs	24.60

# North Carolina General Assembly

## Bill Drafting Division

Central, Non-partisan Staff (Attorneys, Analysts, Clerical)

Serves all members of the General Assembly

Prepare bills for members

Provide staff support for committees

Answer member requests

Division:

- Bill Proofreading
- Bill Typing
- Bill Enrolling

	FY 2012-13 Certified Budget
Requirements	\$3,043,704
Receipts	\$0
Appropriations	\$3,043,704
FTEs	17

# North Carolina General Assembly

## Research Division

Central, Non-partisan Staff (Attorneys,  
Analysts, Law Librarian, Research Assistants)

Serves All Members of the General Assembly

Legal Research and Policy Analyses

Draft Bills

Legislative Library

Provide staff support for the substantive/policy committees during session  
and oversight and special committees during the interim

Prepare bill summaries

Produce an annual report on the Summaries of Substantive Ratified  
Legislation

	FY 2012-13 Certified Budget
Requirements	\$5,145,999
Receipts	\$175,800
Appropriation	\$4,970,199
FTEs	49

# North Carolina General Assembly

## Fiscal Research Division

Central, Non-partisan Staff (Fiscal Analysts and Clerical)

Prepare Fiscal Notes and Fiscal Analyses

Provide Staff Support for Appropriations Committees and interim oversight committees

Prepare the members' Joint Conference Committee Report on the Continuation, Expansion, and Capital Budgets

Work with Bill Drafting Division to prepare the budget bill and other bills as needed

Answer members' information requests

	FY 2012-13 Certified Budget
Requirements	\$4,343,892
Receipts	\$0
Appropriation	\$4,343,892
FTEs	39

# North Carolina General Assembly

## Program Evaluation Division

Central, Non-partisan Staff

Serves All Members of the General Assembly

Conduct independent evaluations of state government as directed by the General Assembly and the Joint Legislative Program Evaluation Oversight Committee (JLPEOC)

Provide confidential analyses upon request

	FY 2012-13 Certified Budget
Requirements	\$1,944,065
Receipts	\$0
Appropriation	\$1,944,065
FTEs	15

# North Carolina General Assembly

## Information Systems Division

Four Sections:

- Legislative Business Applications
  - Develop, maintain, and support various systems throughout the divisions
- Client Services
  - Help Desk
- Desktop Services Support
  - Over 1,000 computers
- Network Infrastructure
  - Security
  - Chamber Electronic Voting

	FY 2012-13 Certified Budget
Requirements	\$3,402,092
Receipts	\$0
Appropriation	\$3,402,092
FTEs	38

# North Carolina General Assembly

House of Representatives and Senate budgets include:

- Compensation to Elected Members of the General Assembly
- Travel reimbursement and per-diem allowed
- Legislative Aides and Other Staff
- Supplies and expense accounts

Senate	FY 2012-13 Certified Budget
Requirements	\$10,500,000
Receipts	\$0
Appropriation	\$10,500,000
FTEs	46 **78 Operational
Members	50

House of Representatives	FY 2012-13 Certified Budget
Requirements	\$16,433,261
Receipts	\$0
Appropriation	\$16,433,261
FTEs	26 **36 Operational
Members	120

In addition, there are 33 temporary positions funded within the Senate budget and 182 temporary positions within the House budget.

# North Carolina General Assembly

## Administrative Division - Food Services

- A combination of state funds and revenues support the operations of the LB Cafeteria, LOB Snack Bar, and LB Snack Bar.
- State Funds account for approximately 26% of funding for food services, while revenues account for 74%

	FY 2012-13 Certified Budget
Requirements	\$1,640,118
Receipts	\$1,209,579
Appropriation	\$430,539
FTEs	21.25



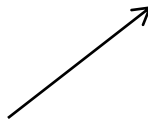
# North Carolina General Assembly

## Food Service Expenditures

### (FY 2001-02 through FY 2011-12)

	Total Actual Expenditures	Total Actual Receipts	Total Actual State Funds	Budgeted Appropriation	State Funding Difference (Appropriation vs. Actual)
2001-02	\$ 1,465,668	\$ 811,246	\$ 654,422	\$ 530,464	\$(123,958)
2002-03	\$ 1,395,028	\$ 881,215	\$ 513,813	\$ 594,418	\$ 80,605
2003-04	\$ 1,409,865	\$ 830,085	\$ 579,779	\$ 640,284	\$ 60,505
2004-05	\$ 1,514,070	\$ 915,957	\$ 598,114	\$ 654,229	\$ 56,115
2005-06	\$ 1,527,816	\$ 835,014	\$ 692,801	\$ 670,147	\$ (22,654)
2006-07	\$ 1,603,691	\$ 857,700	\$ 745,991	\$ 721,830	\$ (24,161)
2007-08	\$ 1,622,827	\$ 806,365	\$ 816,462	\$ 767,121	\$ (49,341)
2008-09	\$ 1,792,685	\$ 961,412	\$ 831,273	\$ 725,295	\$(105,978)
2009-10	\$ 1,705,693	\$ 856,667	\$ 849,025	\$ 730,636	\$(118,389)
2010-11	\$ 1,794,771	\$ 957,856	\$ 836,915	\$ 634,050	\$(202,865)
2011-12	\$ 1,709,071	\$ 818,177	\$ 890,895	\$ 489,868	\$(401,027)

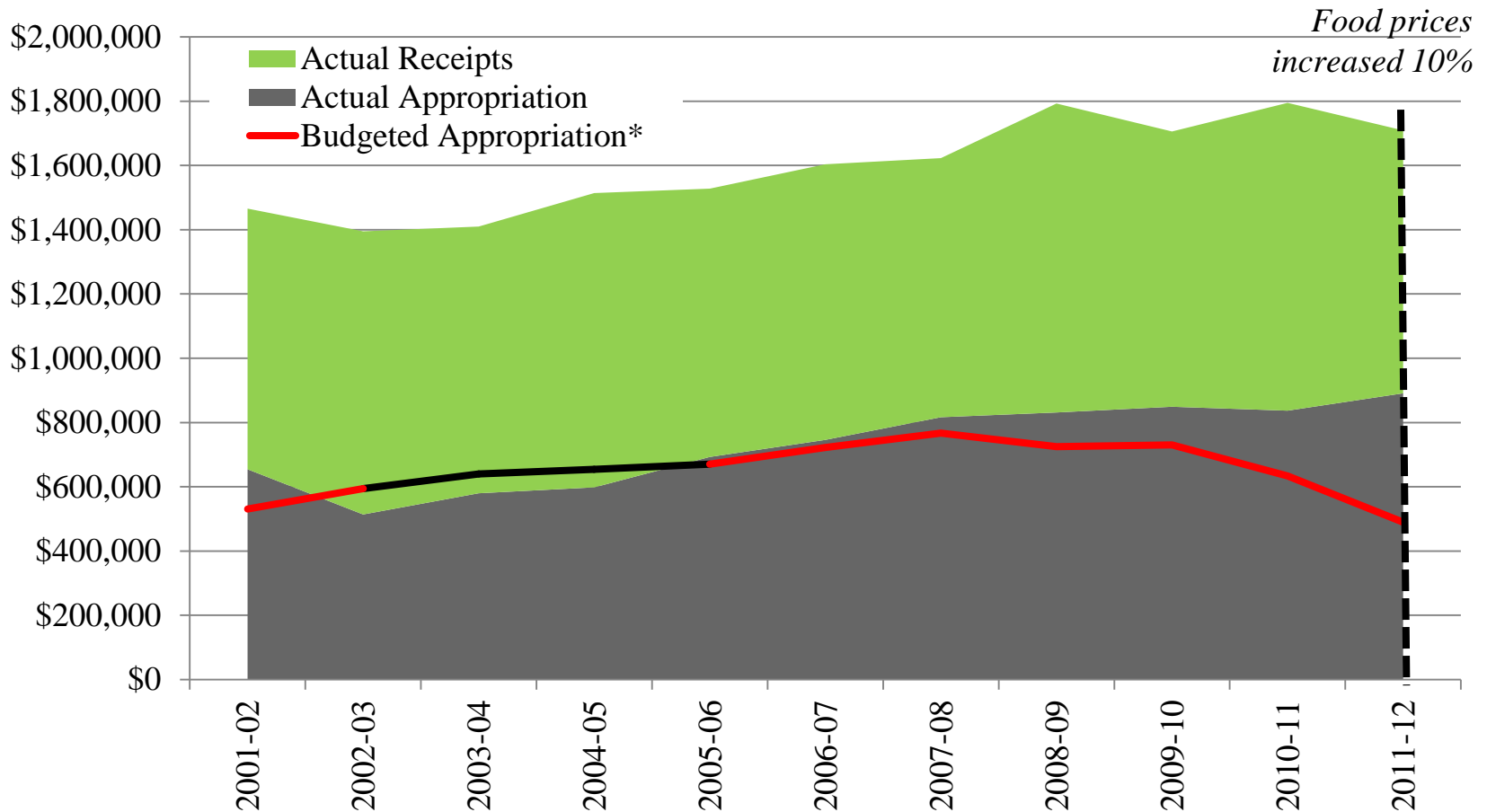
**State Funds**  
**= 52%**



# North Carolina General Assembly

## Food Services - Budget Issues

### Food Service Actual Expenditures by Source of Funds



\*June BD701 Reports



# North Carolina General Assembly

## Food Services

- The overall expenditures for food services have increased by 16% from FY 2001-02 to FY 2011-12; state funds expended for food services is 36% higher overall for this time period..
- Revenues have not grown significantly over time; an average annual growth of 1% over 10 years, when the highest and lowest years are removed from calculation, it is a 2% decrease in revenues.
- There was a 14.5% decrease in receipts/revenues in FY 2011-12 from FY 2010-11, which is the same year that food prices were increased in S.L. 2011-145 – Committee Report, by 10%



# NC Business Enterprises Program

- Program provides gainful employment opportunities for visually-impaired individuals within the food and vending service industry of State government
- Predicated upon the federal Randolph-Sheppard Act of 1936
- GS 111-41-47.1 establishes the program and requires state government food/vending services to participate
- State government exclusions: hospitals, residential institutions, schools, State Fair, farmers markets and agriculture centers, aquariums, Legislative Office Building and Legislative Building



# NC Business Enterprises Program

- The State Agency with the food service facility provides without charge the following: space, plumbing, lighting, electrical outlets, utilities, janitorial service, garbage disposal.
- Operators are required to pay 17% of gross income to State agency – may be adjusted; determined by Agency and NC Commission for the Blind
- Guaranteed Minimum Return (GMR), determined by Elected Committee of Vendors and the State Agency
  - The operator is guaranteed to receive (if business does not generate this, the State Agency pays difference from the pool of funds)
- These funds also assist with equipment replacement (matches federal funds, when available)



# North Carolina General Assembly

## Institute of Government Contract

- Contract for \$185,000 during a long session and \$165,000 during a short session
  - Temporary staff support
  - Contract payment to School of Government
- Production of the Daily Bulletin
  - Summarizes all introduced legislation (except the budget) on a daily basis
  - Distributed electronically to legislators and local governments
  - Produce an annual report on significant legislation

# North Carolina General Assembly

## Recent Budget Actions

- 2012-13
  - National Conference of State Legislatures Dues Reduction (\$204,390) NR
  - Management Flexibility Reduction (\$797,694)
- FY 2011-12
  - Building and Maintenance Division – Continuation Review (\$2,572,506) and restored in FY 2012-13
  - Information Systems Division – Reduction and replacement with Reserve Funds (\$2,653,145) and restoration of \$2,114,555 in FY 2012-13
  - Food Services Price Increase of 10%, reduction of (\$103,648)

# Questions?